GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industrial Promotion – Application and processing of raw materials (ethanol) through Information Technology enabled platform with an aim to improve the ease of doing business in the State of Andhra Pradesh– Orders - Issued.

INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.MS.No. 64 Dated: 03-05-2017

Read the following:

Ref: Circular No: 11-1-5-0006-0006-FD dated 27.06.2011

Ethanol is a key raw material used by certain industries in manufacturing their products. As it is highly regulated material, Industries & Commerce Department, Government of Andhra Pradesh facilitates the investors by making recommendations to the Commissioner, Prohibition & Excise Department for ad-hoc allocation of ethanol to industrial units in Andhra Pradesh. Regular allotment of ethanol is made by Prohibition & Excise Department based on a report furnished by Joint Inspection Committee comprising representatives of Prohibition & Excise Department, IICT, Hyderabad and GM-DIC.

2. In the Circular cited, instructions were issued to General Manager – District Industries Centre (GM-DIC) for recommending allotment of ethanol on an Ad-Hoc basis to industrial units in production or ready to start production.

3. For regular ethanol procurement, Investors need to obtain RS-III license from Commissionerate of Prohibition and Excise (CPE). Presently, investors apply for ethanol allotment at District Industries Centre (DIC). Upon receipt of application, the DIC conducts an initial inspection and fixes an ad-hoc quota. Copies of the ad-hoc recommendation are forwarded to both the applicant and CPE. The applicant submits the ad-hoc recommendation along with necessary documents and applicable fees to the CPE which issues a RS-III license with an ad-hoc quota valid for 3 months. Before the expiry of the ad-hoc recommendation, the unit applies for a regular allotment at DIC. The DIC initiates a joint inspection for fixing the norms. The committee comprises representatives from CPE, DIC and a member scientist, IICT Hyderabad. As per the fixed norms, Industries Department recommends a regular quota to CPE. Copy of the regular recommendation is sent both to the unit and CPE. Applicants directly approach CPE for procuring the allotted quantity on a monthly basis thereafter.

4. Andhra Pradesh has achieved the distinction of being the 1st ranked state in India for Ease of Doing Business as per the DIPP - World Bank ranking for the year 2016. Incontinuation with business reform action plan and focus on technology driven improvements in Government procedures, Industries & Commerce Department has come up with proposal to route the application and processing of ethanol allocation through the Single Desk Portal (SDP) in line with the Andhra Pradesh Single Desk Policy 2015.

5. In line with the above, it is proposed to make adhoc allotment of enthnol online through the SDP and the same will be integrated with the Online system of CPE. SDP will ensure authenticity of transactions through Digital Signatures and One Time Password (OTP) based authentication. The number of documents to be uploaded is minimized and the provision of self-certification by the Unit is being introduced through this G.O. The proposed new system shall eliminate the need to physically visit the Department for seeking ethanol allotment recommendation. All applicants need to

necessarily register on SDP to avail the services. The step by step process for online application is available in Annexure I. The measures proposed in this GO are presented in the following sections.

1. For Ad-hoc Allotments of ethanol
    a. Applicant registers on Single Desk Portal and fills online 'Common Application Form' (Annexure II) to request for allotment. Necessary documentation is uploaded alongwith the application. Applications will not be accepted without complete documentation.
    b. Applicant will fill a self-declaration (Annexure III) taking responsibility of the details furnished and accepting liability and penalization in case of misrepresentation or misuse.
    c. Upon successful submission of the aforementioned forms, a pre-signed 'Recommendation Letter' with allotted quota will be auto generated.
    d. Auto-generated "Recommendation Letter" carrying the quota will be pushed to the Prohibition & Excise portal for ad-hoc allotment of the recommended quota. Parallely, "Recommendation Letter" will be sent to the applicant as well for information. This recommendation shall have validity linked with that of the Consent for Operation (CFO) certificate of the unit.
    e. The units shall follow the procedures as prescribed by CPE for further allotment.
    f. Should there be a change in quantity of alcohol quota recommended, the applicant shall log into SDP and revise the quota value.
    g. A time limit of 15/21 days is fixed for Department of Prohibition and Excise for making adhoc allotment (physical allotment) to the unit.
    h. The Department of Prohibition and excise shall upload the Ad-hoc allotment completion letter in the Single Desk Portal within the set time limits
    i. The progress of allotments will be linked to CM dash Board and the cases pending beyond due date will be visible in the CM dash board.

2. Remedial Measures / Penalty
    a. In case of false self-certification, Department of Industries shall inform CPE for further action.
    b. CPE, through its login, can suo moto suspend / cancel the recommendation in case of discrepancy Department of Industries may recommend downward revision / revocation of the allotted quantity.

6. The Commissioner of Industries and General Managers, District Industries Centre are directed not to accept any application offline / hard copies and process the application as per the guidelines enclosed to this order. These orders shall come into force from the date of hosting of the online software application for 'Raw Materials Allocation' on the Single Desk Portal (SDP).

7. This Government Order shall supersede all the G.Os. / Circulars of Directors / Commissioners in regards to allotment / recommendation of ethanol in the state of Andhra Pradesh. The Commissioner of Industries, Andhra Pradesh, Vijayawada is requested to take necessary action.

(BY ORDER AND IN THE NAME OF THE GOVERNER OF ANDHRAPRADESH)

SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To

The Commissioner of Industries, A.P., Hyderabad.

Commissioner, Excise Department
Copy to
The Commissioner of Excise, Andhra Pradesh
The Finance(Expr.Inds& Com.) Department
The Accountant General, Andhra Pradesh, Hyderabad
The Pay and Accounts Officer, Hyderabad
The Director of Treasuries and Accounts, Hyderabad.
All District Collectors through Commissioner of Industries, Hyderabad.
All Heads of Departments through Commissioner of Industries, Hyderabad.
The P.S. to Spl. Secretary to Chief Minister.
The P.S. to Chief Secretary to Government
All Private Secretaries to the Ministers.
All General Managers, District Industries Centre through Director of Industries,
SF/Sc.

//FORWARDED::BY ORDER//

SECTION OFFICER